IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF ARKANSAS FAYETTEVILLE DIVISION

BRAIN J. SPIELMAN

**PLAINTIFF** 

v.

CASE NO. 06-5063

MICHAEL J. ASTRUE, Commissioner, Social Security Administration

**DEFENDANT** 

## MAGISTRATE JUDGE'S REPORT AND RECOMMENDATION

Plaintiff, Brian Speilman, appealed the Commissioner's denial of benefits to this court. (Doc. #1). An order remanding this case for further consideration pursuant to sentence four of 42 U.S.C. § 405(g) was entered by this court on September 26, 2007. (Doc. #16). Plaintiff now moves for an award of \$3703.36 in attorney's fees and costs under 28 U.S.C. § 2412, the Equal Access to Justice Act (hereinafter "EAJA"), requesting compensation for 25.55 attorney hours for work before the court at an hourly rate of \$144.00, as well as \$24.16 in costs. (Doc. #17-4). The defendant has filed a response, expressing no objection to this award. (Doc. #19).

Pursuant to 28 U.S.C. § 2412(d)(1)(A), the court must award attorney's fees to a prevailing social security claimant unless the Commissioner's position in denying benefits was substantially justified. The burden is on the Commissioner to show substantial justification for the government's denial of benefits. *Jackson v. Bowen*, 807 F.2d 127, 128 (8th Cir. 1986). After reviewing the file, we find plaintiff is a prevailing party in this matter. Under *Shalala v. Schaefer*, 509 U.S. 292, 302 (1993), a social security claimant who obtains a sentence-four judgment reversing the Commissioner's denial of benefits and remanding the case for further proceedings is a prevailing party.

The Commissioner filed a response expressing no objection to the award of a reasonable attorney's fee under the EAJA, the hourly rate requested by plaintiff's counsel for attorney's fees or the number of hours expended by plaintiff's counsel. (Doc. # 19). The court construes this lack of opposition to the award of a reasonable fee as an admission that the government's decision to deny benefits was not "substantially justified."

An award of attorney's fees under the EAJA is appropriate even though at the conclusion of the case, plaintiff's attorney may be authorized to charge and collect a fee pursuant to 42 U.S.C. § 406(b)(1). Recovery of attorney's fees under both the EAJA and 42 U.S.C. § 406(b)(1) was specifically allowed when Congress amended the EAJA in 1985. *Gisbrecht v. Barnhart*, 535 U.S. 789, 796, 122 S.Ct. 1817, 1822, 152 L.Ed.2d 996 (2002), citing Pub.L. 99-80, § 3, 99 Stat. 186 (1985).

To permit a fee award under the EAJA, assuming, of course, that the necessary standard is met, in addition to that allowed by the district court out of a claimant's past-due benefits does no more than reimburse the claimant for his or her expenses and results in no windfall for the attorney.

*Meyers v. Heckler*, 625 F.Supp. 228, 231 (S.D.Ohio 1985). Furthermore, awarding fees under both acts facilitates the purposes of the EAJA, which is to shift to the United States the prevailing party's litigation expenses incurred while contesting unreasonable government action. *Id. See also, Cornella v. Schweiker*, 728 F.2d 978 (8th Cir.1984).

In determining a reasonable attorney's fee, the court will in each case consider the following factors: time and labor required; the difficulty of questions involved; the skill required to handle the problems presented; the attorney's experience, ability, and reputation; the benefits resulting to the client from the services; the customary fee for similar services; the contingency or certainty of compensation; the results obtained; and the amount involved. *Allen v. Heckler*, 588 F.Supp. 1247 (W.D.N.Y. 1984).

However, the EAJA is not designed to reimburse without limit. *Pierce v. Underwood*, 487 U.S. 552, 573 (1988). The district court is "in the best position to evaluate counsel's services and fee request, particularly when the court has had the opportunity to observe firsthand counsel's representation on the substantive aspects of the disability claim." *Hickey v. Secretary of HHS*, 923 F.2d 585, 586 (8th Cir.1991), quoting *Cotter v. Bowen*, 879 F.2d 359, 361 (8th Cir.1989). The court can determine the reasonableness and accuracy of a fee request, even in the absence of an objection by the Commissioner.

See Decker v. Sullivan, 976 F.2d 456, 459 (8th Cir.1992) ("Although the issue was not raised on appeal, fairness to the parties requires an accurately calculated attorney's fee award.").

The EAJA requires an attorney seeking fees to submit "an itemized statement...stating the actual time expended and the rate at which fees and other expenses were computed." 28 U.S.C. § 2412(d)(1)(B). Attorneys seeking fees under federal fee-shifting statutes such as the EAJA are required to present fee applications with "contemporaneous time records of hours worked and rates claimed, plus a detailed description of the subject matter of the work." *Id.* Where documentation is inadequate, the court may reduce the award accordingly. *Hensley v. Eckerhart*, 461 U.S. 424, 433 (1983).

The Contract with America Advancement Act of 1996, passed on March 29, 1996, amended the EAJA and increased the statutory ceiling for the EAJA fee awards from \$75.00 to \$125.00 per hour. See 28 U.S.C. § 2 412(d)(2)(A). Attorney's fees may not be awarded in excess of \$125.00 per hour - the maximum statutory rate under § 2412(d)(2)(A) - unless the court finds that an increase in the cost of living or a special factor such as the limited availability of qualified attorneys justifies a higher fee. 28 U.S.C. § 2412(d)(2)(A). The decision to increase the hourly rate is not automatic and remains at the discretion of the district court. McNulty v. Sullivan, 886 F.2d 1074 (8th Cir. 1989). In Johnson v. Sullivan, 919 F.2d 503 (8th Cir. 1990), the court stated that the hourly rate may be increased when there is "uncontested proof of an increase in the cost of living sufficient to justify hourly attorney's fees of more than \$75.00 an hour," such as a copy of the Consumer Price Index. Plaintiff's counsel has attached a summary of the Consumer Price Index as an exhibit and has presented evidence of an increase in the cost of living. Therefore, the undersigned believes his argument for enhanced fees based on a cost of living increase has merit and hereby awards counsel \$144.00 per hour for work performed before this court.

We next address the number of hours plaintiff's counsel claims she spent working on this case. Plaintiff's counsel seeks reimbursement for a total of 2.50 hours of attorney work performed between

March 3, 2006, and April 4, 2006. However, the Complaint was not filed in this court until April 10, 2006. (Doc. # 1). We note that time spent at the administrative level is not compensable under the EAJA. *See Cornella v. Schweiker*, 728 F.2d 978, 988-89 (8th Cir. 1984). However, we do note that some of the time submitted was clearly in preparation for the filing of the Complaint with this court and should be allowed. Therefore, we will deduct .50 hour.

In addition, counsel seeks .25 hour of compensation on April 3, 2007, for a phone conference with plaintiff discussing the effect of new medical evidence and the time frame of the case. We note that plaintiff filed his brief in this matter on January 9, 2007, but has not filed a motion to present additional evidence to this court. (Doc. # 13). Counsel's itemized time sheet does indicate that plaintiff has filed a second application for benefits. However, as previously stated, time spent at the administrative level is not compensable under the EAJA. *See id.* Accordingly, we will reduce the total number of compensable hours by .25 hour.

Counsel also requests reimbursement for .75 hour for preparing a letter to plaintiff explaining the final judgment. The court finds that this task could have been performed by support staff. *Granville House, Inc. v. Department of HEW*, 813 F.2d 881, 884 (8th Cir. 1987) (work which could have been completed by support staff is not compensable under the EAJA). Therefore, this time is not compensable under the EAJA, and we will deduct .75 hour.

Further, counsel seeks reimbursement for .25 hour for receiving and reviewing the file marked petition (April 13, 2006) .25 hour for receiving and reviewing the defendant's answer (December11, 2006), .10 hour for receiving and reviewing a briefing schedule and order concerning page limitations (December 13, 2006), 1.00 hour for receiving and reviewing the defendants brief with research of one case (February 5, 2007), .75 hour for receiving and reviewing the Magistrate Judge's report and recommendations, and .25 hour for receiving and reviewing Magistrate Judge's judgment remanding the case to the Commissioner. The briefing schedule, the order concerning page limitations, and the

judgment are only one page in length. Additionally, the defendant's answer is only 3 pages long, the defendant's brief is a mere 10 pages long, and the report and recommendation is 8 pages in length. This court concludes that it should not have taken an attorney experienced in handling social security cases this amount of time to perform this task. *Bowman v. Secretary of H.H.S.*, 744 F.Supp 898 (E.D.Ark. 1989). Accordingly, we will reduce the total amount of time sought by 1.53 hours.

Counsel also requests compensation for 16.50 hours for the preparation of plaintiff's brief. However, there were no unique or complex issues to be developed in this particular case. Plaintiff's counsel frequently represents social security plaintiff's before this court and should be well versed in social security law. Accordingly, we find that the time submitted for preparing this brief to be excessive. Therefore we are reducing the number of hours submitted for the preparation of plaintiff's brief to 12.00 hours.

Counsel seeks reimbursement for \$24.16 in expenses incurred with regard to the copying fees and postage. Such expenses are recoverable under the EAJA and we find \$24.16 to be a reasonable award. *See Kelly v. Bowen*, 862 F.2d 1333, 1335 (8th Cir. 1988).

Based on the above, we recommend awarding plaintiff's attorney fees under the EAJA for: 18.02 (25.55 - 7.53) attorney hours, at the rate of \$144.00 per hour, and \$24.16 in expenses, for a total attorney's fee award of \$2619.04. This amount should be paid in addition to, and not out of, any past due benefits which plaintiff may be awarded in the future. The parties have ten days from receipt of our report and recommendation in which to file written objections pursuant to 28 U.S.C. § 636(b)(1). The failure to file timely objections may result in waiver of the right to appeal questions of fact. The parties are reminded that objections must be both timely and specific to trigger *de novo* review by the district court.

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The parties are reminded that the award herein under the EAJA will be taken into account at such time as a reasonable fee is determined pursuant to 42 U.S.C. § 406, in order to prevent double recovery by counsel for the plaintiff.

IT IS SO ORDERED this 18th day of December 2007.

<u>|s| J. Marschewski</u>

HON. JAMES R. MARSCHEWSKI UNITED STATES MAGISTRATE JUDGE